

[116H1118]



(Original Signature of Member)

118TH CONGRESS  
1ST SESSION

**H. R.** \_\_\_\_\_

To amend the Internal Revenue Code of 1986 to allow deductions and credits relating to expenditures in connection with marijuana sales conducted in compliance with State law.

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IN THE HOUSE OF REPRESENTATIVES

Mr. BLUMENAUER introduced the following bill; which was referred to the Committee on \_\_\_\_\_

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**A BILL**

To amend the Internal Revenue Code of 1986 to allow deductions and credits relating to expenditures in connection with marijuana sales conducted in compliance with State law.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Small Business Tax  
5 Equity Act of 2023”.

1   **SEC. 2. ALLOWANCE OF DEDUCTIONS AND CREDITS RELAT-**  
2                           **ING TO EXPENDITURES IN CONNECTION**  
3                           **WITH MARIJUANA SALES CONDUCTED IN**  
4                           **COMPLIANCE WITH STATE LAW.**

5           (a) IN GENERAL.—Section 280E of the Internal Rev-  
6   enue Code of 1986 is amended by inserting before the pe-  
7   riod at the end the following: “, unless such trade or busi-  
8   ness consists of marijuana sales conducted in compliance  
9   with State law”.

10          (b) EFFECTIVE DATE.—The amendment made by  
11   this section shall apply with respect to taxable years end-  
12   ing after the date of the enactment of this Act.